STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FORM	3
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AMENDED REPORT (highlight changes)

							(33-	
	A	PPLICA	TION FOR	PERMIT TO	D DRILL		INERAL LEASE NO: U-84051	6. SURFACE: Federal
1A. TYPE OF WORK: DRILL REENTER DEEPEN			7. IF	INDIAN, ALLOTTEE OR	TRIBE NAME:			
B. TYPE OF W	ELL: OIL 🗹	GAS 🗌	OTHER	SIN	IGLE ZONE MULTIPLE ZON		NIT or CA AGREEMENT I	JAME:
2. NAME OF OP	ERATOR:						ÆLL NAME and NUMBER	:
	oleum Corpo	ration				G	reentown Feder	al #35-31S
3. ADDRESS OF 370 17th S	treet, #4300	CITY Denv	er sta	_{ATE} CO ZIP 80	202 PHONE NUMBER: (303) 575-0323		FIELD AND POOL, OR W X ploratory	LDCAT:
4. LOCATION OF	WELL (FOOTAGE:	S)	576140	× 3	10.12/375		QTR/QTR, SECTION, TO MERIDIAN:	MNSHIP, RANGE,
AT SURFACE:	870' FNL -	1,94 0 ' FEL	43111	454	110 . 0 . 5	NV	VNE 35 215	6 16E
AT PROPOSEI	PRODUCING ZON	E: Same a	as Surface	' /	10.12/373			
14. DISTANCE IN	MILES AND DIREC	CTION FROM NE	AREST TOWN OR PO	ST OFFICE:	·	12 (COUNTY:	13. STATE:
			st of Green Ri			1	rand	UTAH
	O NEAREST PROPE			·	F ACRES IN LEASE:		R OF ACRES ASSIGNED	TO THIS WELL:
930 ft.			, (== ·,		885	17. NONIDE	IN OF ACKES ASSIGNED	
	O NEAREST WELL	(DRILLING COM	PLETED OR	19. PROPOSED		20 BOND D	ESCRIPTION:	40
APPLIED FOR 2429 ft.	R) ON THIS LEASE	(FEET)		13.71107 0022				
	(SHOW WHETHER	DE RT GR ET	C):	22 APPROXIM	3,600		Bond #UTB0002	00
4,358' - G		, , ,	,.	9/5/2007		45 day		
				3/3/2007		45 day		
24.			PROPOS	ED CASING A	ND CEMENTING PROGRAM			
SIZE OF HOLE	CASING SIZE, G	RADE, AND WE	GHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY, YIELD), AND SLURRY WEIGHT	
11"	8-5/8"	24#	J55 STC	1,200	Lead: 220 sx	85/15/	/8 2.14 yld	12.5#
					Tail: 115x	Type	III 1.41	14.6#
7-7/8"	5-1/2"	17#	J55 LTC	6,000	Lead: 300 sx	85/15/	/8 2.14 yld	12.5#
					Tail:155 sx	Type I	II 1.41 yld	14.6#
25.				ATTA	CHMENTS			
VERIFY THE FOL	LOWING ARE ATTA	CHED IN ACCOR	RDANCE WITH THE II		DNSERVATION GENERAL RULES:			
WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER COMPLETE DRILLING PLAN								
EVIDENC	E OF DIVISION OF	WATER RIGHTS	APPROVAL FOR USE	E OF WATER	FORM 5, IF OPERATOR IS PER	RSON OR COI	MPANY OTHER THAN TH	E LEASE OWNER
	······································					······································		
NAME (PLEASE F	Terry L.	. Hoffman	0 1, 1		TITLE Regulatory Ma	nager		
SIGNATURE	1/en	71	Ast.	fun		VED	**	
This space for Stat	e use only)	10	- 1 <i>V </i>	Ar	pproved by the JUL 19 graph Division of	2007	Actividado.	
				_	Latt Division of		# }	
ADI AU MADES ASS	43	-019-31	549	Oil,	DIV. OF OIL, GAS	S & MININ	G	
API NUMBER ASS	IGNED:	0177			APPROVAL:			
				Date:	ת בור בו			

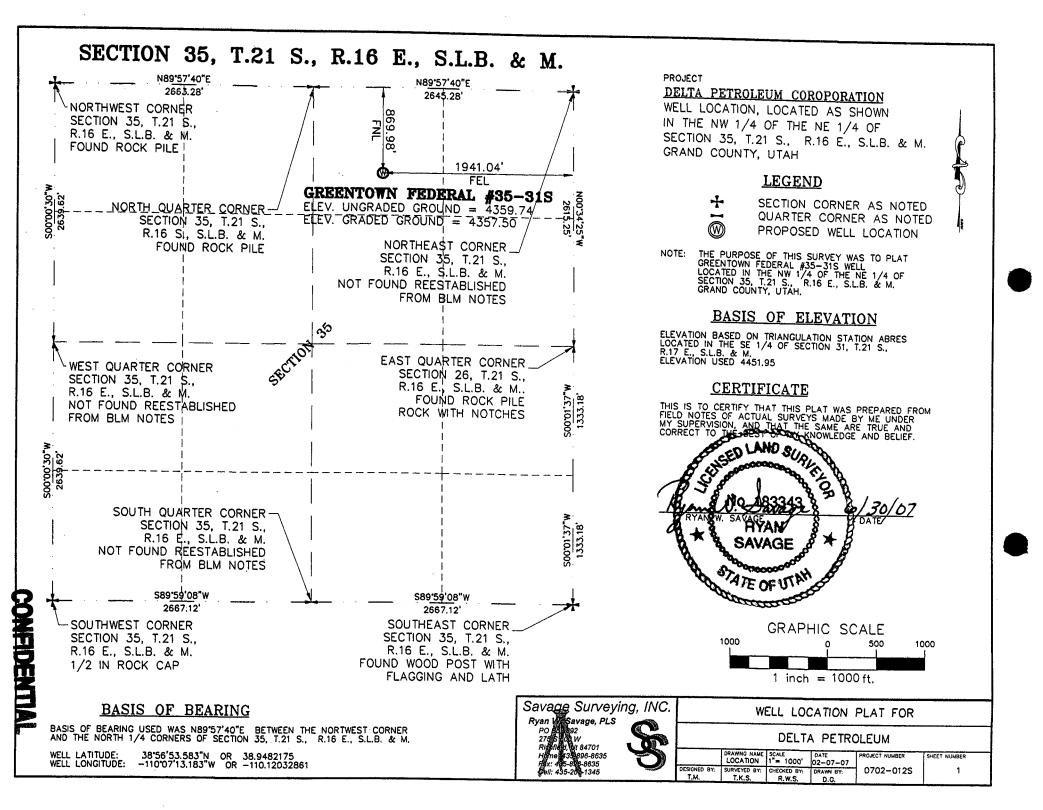
Federal Approval of this Action is Necessary

(11/2001)

See Instructions on Revirse Side)

By:

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INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases.

This information will be used to analyze and approve applications.

Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 1 hour per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Bureau of Land Management Price, Moab and Monticello Field Offices, Utah Application for Permit to Drill On-Site Inspection Checklist

Company: Delta Petroleum Corp.

Well No. Greentown Federal 35-43S

Location: Sec.35, T.21S, R.16E, Lease No. UTU-84051

On-Site Inspection Date: 2-21-07

All operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR § 3100 & 43 CFR § 3160), Onshore Oil and Gas Orders, the approved plan of operations and the conditions of approval. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

A. DRILLING PROGRAM

Surface Formation and Estimated Formation Tops:

Morrison-Salt Wash	0 ft.
Entrada	456 ft.
Carmel	1,008 ft.
Navajo	1,173 ft.
Kayenta	1,609 ft.
Wingate	1,646 ft.
Chinle	2,109 ft.
Shinarump	2,291 ft
Moenkopi	2,337 ft.
Sinbad Is.	2,932 ft.
White Rim	3,149 ft.

2. <u>Estimated Depth at Which Oil, Gas, Water or Other Mineral Bearing Zones are Expected to be Encountered</u>

Expected Oil Zones:	Depth/Formation	
Primary Target:	White Rim	3,149 ft.
Expected Gas Zones:		
Primary Target: Secondary Targets:	White Rim	3,149 ft.
· -	Entada	456 ft.
	Navajo	1,173 ft
	Wingate	1,646 ft.
Expected Water Zones:		
Primary Target: Secondary Targets:	White Rim	3,149 ft.
	Entada	456 ft.
	Navajo	1,173 ft
	Wingate	1,646 ft.

Expected Mineral Zones: none

All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and will be cased and cemented. When possible, water flow rates will be measured and samples will be taken and analyzed with the results being submitted to BLM. All oil and gas shows will be tested to determine commercial potential.

3. <u>Pressure Control Equipment</u> -include schematics of the BOP and choke manifold, and describe testing procedures:

Exhibit 1 is a schematic diagram of the blowout preventer equipment. An 11 inch 5,000 psi Double gate Hydraulic BOP with one (1) blind ran and one (1) pipe ram and Annular Preventer; equipped with 5,000 psi manual choke manifold. The BOP will be tested and charted using BOP tester and test plug to 5,000 psi for 10 minutes. The Annular Preventer will be tested to 2,500 psi for 10 minutes. All test will be recorded in the Driller's log book. Pipe rams will be function tested daily and blind rams tested on each trip.

BOP systems will be consistent with API RP 53 and Onshore Oil and Gas Order No. 2. Pressure tests of the surface casing and all BOP equipment potentially subject to pressure will be conducted before drilling the surface casing shoe. Blowout preventer controls will be installed prior to drilling the surface casing shoe and will remain in use until the well is completed or abandoned. Ram preventers shall be inspected and operated each trip (no more than once a day is necessary), and annular preventers shall be inspected and operated weekly to ensure good mechanical working order. These inspections shall be recorded in the drilling log and in the daily drilling report.

4. <u>Casing Program and Auxiliary Equipment</u> -include casing size, weight, grade, thread and coupling, setting depth and condition (new or acceptably reconditioned):

<u>Depth</u>	Hole Size	Casing Size	New/Old
1,200 ft.11 in.	8 5/8"	24# J55 STC	New
3,600 ft.7.875 in.	5 ½ in.	17# J55 LTC	New

 Cement -include the cement type, density, yield, additives and amount used in setting each casing string. Also include the anticipated cement fill-up. If stage cementing, describe techniques:

Depth Lead:	1,200 ft. 220 sacks 85/15/8 Cmt. top 0 ft.	Weight: 12.5 #/gal	Yield: 2.14 cu.ft./sk.
Tail:	115 sacks type III Cmt. top 800 ft.	Weight: 14.6 #/gal	Yield: 1.41 cu.ft./sk.
Depth Lead:	3,600 ft 300 sacks 85/15/8 Cmt. top 0 ft.	Weight: 12.5 #/gal	Yield: 2.14 cu.ft./sk.
Tail:	155 sacks type III Cmt. top 2,800 ft.	Weight: 14.6 #/gal	Yield: 1.41 cu.ft./sk.

Surface casing shall be cemented back to surface. Centralizers shall be run, at a minimum, on the bottom three joints of each casing string.

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6. <u>Mud Program and Circulating Medium</u> -include mud components and weights. When air drilling, also include: length and location of blooie line; description of the auto ignitor; description of the deduster equipment; and amounts, types and characteristics of stand-by mud:

The type and characteristics of the proposed circulating muds

<u>Depth</u>	<u>Type</u>	Weight	Viscosity	Water Loss
1,200 ft .	Water	+/- 8.5	+/- 28	NC
3,600 ft.	LSND	+/- 9.0	+/- 44	+/- 8

Due to potential for contamination of usable quality water aquifers, chromates are banned from Federal leases.

Sufficient mud materials will be stored on location to maintain well control and combat lost circulation problems that might reasonable be expected.

7. Coring, Logging and Testing Program

Testing: DST's are not planned Logging: End of Surface casing – TD Coring: Coring is to be determined

Initial opening of drill stem test tools will be restricted to daylight hours.

8. <u>Abnormal Conditions, Bottom Hole Pressures and Potential Hazards</u> -include anticipated bottomhole pressure and/or pressure gradient. Also list anticipated lost circulation zones, abnormal temperature zones and possible hydrogen sulfide bearing zones:

No abnormal bottom hole pressures or temperatures have been noted or reported in wells drilled in the area nor at the depths anticipated in this well. Bottom hole pressure is expected is 0.430 psi/ft. max. No hydrogen sulfide or other hazardous gases or fluids have been found, reported or are known to exist at these depths in the area.

9. Any Other Aspects of this Proposal that should be addressed:

None

B. THIRTEEN POINT SURFACE USE PLAN

The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.

1. Existing Roads:

- a. Proposed route to location (submit a map depicting access and well location, 1:100,000 scale). See attached project maps.
- b. Location of proposed well in relation to town or other reference point:
 The well location is approximately 3 miles south of Green River, Utah.
- Plans for improvement and/or maintenance of existing roads: Existing county roads will be upgraded and maintained as necessary.



d. Other: NA

2. Planned Access Roads (1:24,000 scale: 12 inch surveyor stakes):

- a. Location (centerline): Refer to Construction Diagram RD-1.
- b. Length of new access top be constructed: 0
- c. Length of existing roads to be upgraded: 874.14 feet (0.32 acres) on lease
- d. Maximum total disturbed width: 42.69 feet
- e. Maximum travel surface width: 22 feet with truck turnouts, 12 feet without turnouts
- f. Maximum grades: 9.56% for 198.14 feet
- g. Turnouts: 1
- h. Surface materials: 6 inch minus granular barrow
- Drainage (crowning, ditching, culverts, etc): No culverts needed, necessary drainage will be constructed.
- j. Cattleguards: none
- k. Length of new and/or existing roads which lie outside the lease or unit boundary for which a BLM right-of-way is required: None
- I. Other:

Surface disturbance and vehicular travel will be limited to the approved location and access road. Any additional area needed must be approved by BLM in advance.

If a right-of-way is necessary, no surface disturbing activities shall take place on the subject right-of-way until the associated APD is approved. The holder will adhere to conditions of approval in the Surface Use Program of the approved APD, relevant to any right-of-way facilities.

If a right-of-way is secured, boundary adjustments in the lease or unit shall automatically amend this right-of-way to include that portion of the facility no longer contained within the lease or unit. In the event of an automatic amendment to this right-of-way grant, the prior on-lease/unit conditions of approval of this facility will not be affected even though they would now apply to facilities outside of the lease/unit as a result of a boundary adjustment. Rental fees, if appropriate shall be recalculated based on the conditions of this grant and the regulations in effect at the time of an automatic amendment.

If at any time the facilities located on public lands authorized by the terms of the lease are no longer included in the lease (due to a contraction in the unit or other lease or unit boundary change) the BLM will process a change in authorization to the appropriate statute. The authorization will be subject to appropriate rental, or other financial obligations determined by the BLM.

If the well is productive, the access road will be rehabilitated or brought to Resource (Class III) Road Standards within 60 days of dismantling the rig. If upgraded, the access road must be

maintained at these standards until the well is properly abandoned. If this time frame cannot be met, the Field Office Manager will be notified so that temporary drainage control can be installed along the access road.

Location of Existing Wells -on a map (1:24,000 scale), show the location of all water, injection, disposal, producing and drilling wells within a one mile radius of the proposed well, and describe the status of each: See attached project maps.

4. Location of Production Facilities:

- a. On-site facilities: If the well is a producer on-site facilities will be applied for and installed.
- b. Off-site facilities: None
- c. Pipelines: If the well is a producer pipelines will follow the proposed access route.

All permanent (in place for six months or longer) structures constructed or installed (including oil well pump jacks) will be painted a flat, nonreflective color to match the standard environmental colors, as determined by the Rocky Mountain Five-State Interagency Committee. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded. Colors will be as follows: Colors will match the surrounding soils and vegetation.

All site security guidelines identified in 43 CFR § 3162.7-5 and Onshore Oil and Gas Order No. 3 shall be followed.

If a gas meter run is constructed, it will be located on lease within 500 feet of the wellhead. The gas flowline will be buried from the wellhead to the meter and will be buried downstream of the meter until it leaves the pad. Meter runs will be housed and/or fenced. The gas meter shall be calibrated prior to first sales and shall be calibrated quarterly thereafter. All gas production and measurement shall comply with the provisions of 43 CFR § 3162.7, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.

If a tank battery is constructed on this lease, it will be surrounded by a berm of sufficient capacity to contain 1½ times the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All oil production and measurement shall conform to the provisions of 43 CFR § 3162.7 and Onshore Oil and Gas Order No. 4.

Production facilities on location may include a lined or unlined produced water pit as specified in Onshore Oil and Gas Order No. 7. If water is produced from the well, an application in conformance with Order No. 7 must be submitted.

5. Location and Type of Water Supply:

All water needed for drilling purposes will be obtained from (describe location and/or show on a map): Municipal water from Green River, Utah

A temporary water use permit for this operation will be obtained from the Utah State Engineer in Price, Utah at (801) 637-1303

Water obtained on private land, or land administered by another agency, will require approval from the owner or agency for use of the land.



6. Source of Construction Material:

Pad construction material will be obtained from (if the source is Federally owned, show location on a map): Materials needed will be obtained from a private source.

The use of materials under BLM jurisdiction will conform to 43 CFR § 3610.2-3.

7. Methods of Handling Waste Disposal:

Describe the methods and locations proposed for safe containment and disposal of waste material, e.g. cuttings, produced water, garbage, sewage, chemicals, etc.

The reserve pit will be lined with (native material, bentonite, synthetic material): The pit will be lined with a synthetic liner 12 mil thick or greater (as per UDOGM guidelines).

The reserve pit will be located: See Pad Construction Diagram. The pit walls will be sloped at no greater than 2 to 1.

The reserve pit shall be located in cut material, with at least 50% of the pit volume being below original ground level. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. As soon as the reserve pit has dried, all areas not needed for production will be rehabilitated.

The reserve pit will be used for the disposal of waste mud and drill cuttings. All borehole fluids will be contained in the reserve pit. All appropriate measures will be taken to prevent leakage into the substratum or onto the surface. All appropriate measures will be taken to prevent overflow, and a minimum of 2 feet of freeboard will be maintained in the reserve pit. It will be constructed on the well pad (see Pad Construction Diagram).

Wastewater will not be discharged on the surface at this site and the drilling of the well will not require a wastewater management plan.

All rubbish and debris will be kept in containers on the well site, and will be hauled to an approved disposal site upon completion of drilling and completion operations and as needed during such operations. There will be no chemical disposal of any type.

Self-contained, portable toilets will be used for human waste, and the waste will be disposed at an approved landfill. Sanitation will comply with local and state regulations for the disposal of human waste.

- 8. <u>Ancillary Facilities</u>: Trailers, garbage containers and portable toilets.
- Well Site Layout -depict the pit, rig, cut and fill, topsoil, etc. on a plat with a scale of at least 1"=50'. See Pad Construction Diagram.

All wells, whether drilling, producing, suspended, or abandoned, will be identified in accordance with 43 CFR § 3162.6.

Access to the well pad will be from: Pad Construction Diagram.

The blooie line will be located: At least 100 feet from the well head.

To minimize the amount of fugitive dust and spray escaping from the blooie pit, the following

blooie line deflection method will be employed: water injection

10. Plans for Restoration of the Surface:

The top 2 to 3 inches of topsoil material will be removed from the location and stockpiled separately on: adjacent to the pad

Topsoil along the access road will be reserved in place adjacent to the road.

Immediately upon completion of drilling, all equipment that is not necessary for production shall be removed.

The reserve pit and that portion of the location not needed for production will be reclaimed.

Before any dirt work to restore the location takes place, the reserve pit must be completely dry.

All road surfacing will be removed prior to the rehabilitation of roads.

Reclaimed roads will have the berms and cuts reduced and will be closed to vehicle use.

All disturbed areas will be recontoured to replicate the natural slope.

The stockpiled topsoil will be evenly distributed over the disturbed area.

The abandonment marker will be one of the following, as specified by BLM:

- 1) at least four feet above ground level,
- 2) at restored ground level, or
- 3) below ground level.

In any case the marker shall be inscribed with the following: operator name, lease number, well name and surveyed description (township, range, section and either quarter-quarter or footages).

Reclamation of the surface will commence as soon after construction, drilling and well completion are concluded, as is practicable. In the event of a dry hole, the drill site and roadways will be restored to their original condition within 180 days after plugging date of the well, depending on weather and other extenuating circumstances.

All junk, debris, or other foreign material must be removed before initiating any dirt work to restore the location. The fence around the reserve pit will be maintained in good repair during the drilling operations and will be completed by constructing the fourth side while the pit is drying. It will remain in place until the pit is completely dry and the site restoration begins. All fences will four strand barbed wire.

The reserve pit and that portion of the location and access road not needed for production or production facilities will be reclaimed. All stockpiled topsoil, in proportion the area being reclaimed, will be used in reclaiming areas without an on-going operation.

Site reclamation will include:

- Removing the road base material from the access road and any other surface that may be covered by such material;
- Recontouring the location to approximate natural contours, to the extent practicable; evenly redistributing stockpiled topsoil over the recontoured areas;

- Scarifying recontoured areas, including the access road, by use of a disk or harrow prior to seeding; and
- · Drilling or broadcasting seeds.

The seed mix and rate used will be that recommended by the Authorized Officer. Seed will be drilled where-ever possible. If the seed is broadcast, then a harrow or some other implement will be dragged over the seeded area to assure seed coverage. The seed will be certified, pure live seed, and the seed tags will be available if requested by the Authorized Officer. Certified weed free seed will be used to rehabilitate reclaimed land.

All hillsides and other places where the contractor has moved earthen materials to facilitate operations, will be restored to as near original condition as practical. The surface of the re-contoured land will be left in a slightly roughened condition to collect precipitation and to promote seed germination. The site will be fenced with four strand barbed until vegetation is reestablished.

Road base material, used in the construction of the access road and pad, will be removed from the site and disposed in a proper manner. If the reserve pit has adequate capacity, then some or all of the gravel will be buried in the reserve pit, provided that the gravel is not contaminated by oil or other waste materials. The access road will be recontoured using of an excavator or similar equipment, rather than simply ripping the surface. Culverts will be removed from the site and disposed in an approved landfill. The concrete cellar will be removed from the site and similarly disposed in a landfill, or with the approval of the Authorized Officer may be broken down into small pieces and buried during the Recontouring on the site.

During the life of the project and until the site is released from liability for reclamation, the project will be inspected at least annually for noxious weeds. If invasive noxious weeds are found, the weeds will be treated to eliminate further reproduction (spread), and treatment shall continue until the weeds have been eradicated. If noxious weeds are found, the BLM will be notified of their occurrence.

11. Surface and Mineral Ownership:

The surface of the proposed well site is federally owned and is administered by the Bureau of Land Management, United States Department of Interior.

12. Other Information:

 Archeological Concerns: A cultural survey was completed by Western Land Services and none were identified.

The operator is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the BLM Field Office. Within five (5) working days, the BLM will inform the operator as to:

 whether the materials appear eligible for the National Register of Historic Places;



- the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and
- a time frame for the BLM to complete an expedited review under 36 CFR § 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the BLM are correct and that mitigation is appropriate.

If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the BLM will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The BLM will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the BLM that the required mitigation has been completed, the operator will then be allowed to resume construction.

b. Other:

Heavy equipment, used to construct and rehabilitate the well pad and access road, will be cleaned and/or sprayed to remove any noxious or invasive weeds and seeds, prior to being moved to the project site. Any other equipment and vehicles, that have been used in other locations, where noxious weeds or seeds could have attached to the equipment, will also be sprayed and/or cleaned.

Any accumulation of hydrocarbons in the reserve pit will be removed and recovered for sale unless it is determined by the Authorized Officer to be waste oil. All waste oil will be disposed of properly at approved facilities.

For reclamation, the polyurethane liner in the reserve pit, which is exposed above the cuttings, will be cut, removed from the site, and disposed in an authorized landfill. The reserve pit will be backfilled to slightly above grade to allow for settling of the unconsolidated fill material.

All equipment and vehicles will be confined to the access roads and well pad.

Any facilities in an existing right of way that are damaged as a result of the oil and gas operations will be repaired or replaced.

Fire suppression equipment will be available to suppress any wildfires caused by construction or related activities. In the event of a wildfire, the Richfield Interagency Fire Center will be notified.

13. <u>Lessee's or Operator's Representative and Certification</u>

Representative:

Name: Terry Hoffman

Title: Engineer Tech. Manager

Address: 370 17th Street, Suite 4300

Denver, CO 80202

Phone No.: (303)575-0323 Cell: (303)250-0619

Certification:

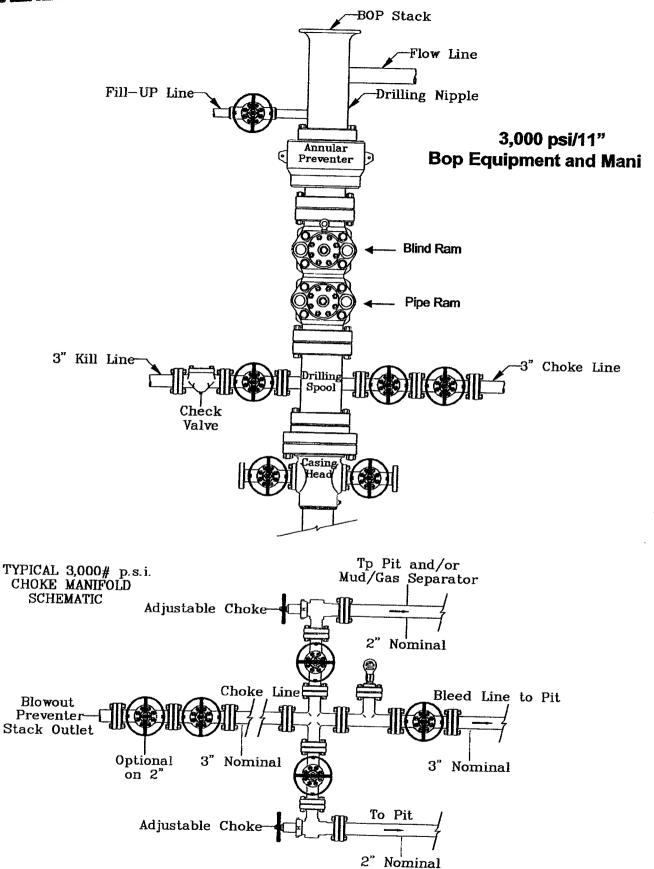
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements make in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Delta Petroleum and its contractors and subcontractors in conformity with this APD package and the terms and conditions under which it is approved. I also certify responsibility for the operations conducted on that portion of the leased lands associated with this application, with bond coverage being provided under BLM bond no. UTB 000200. This statement is subject to the provisions of 18 U.S.C. § 1001 for the filing of a false statement.

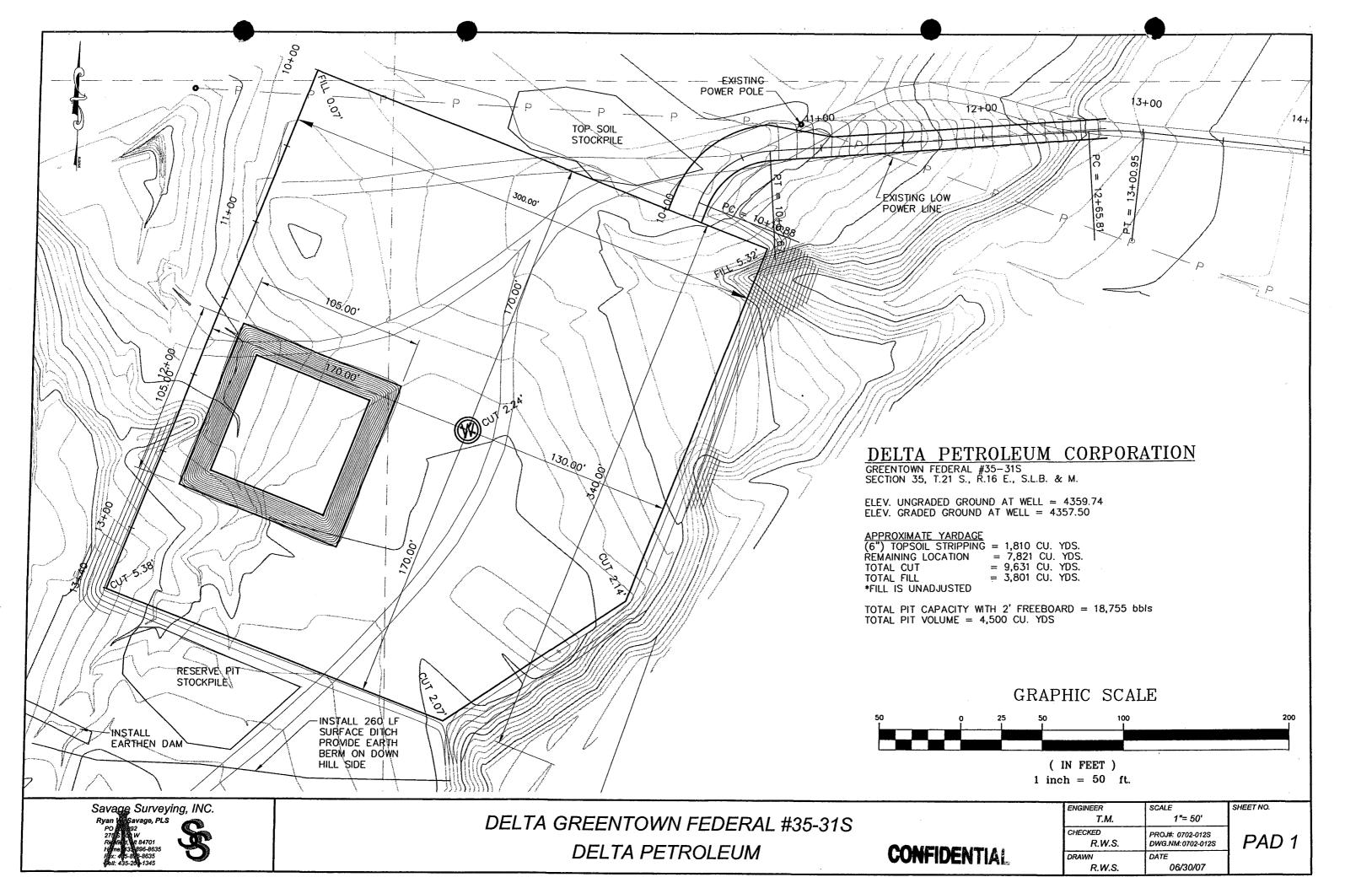
Signature

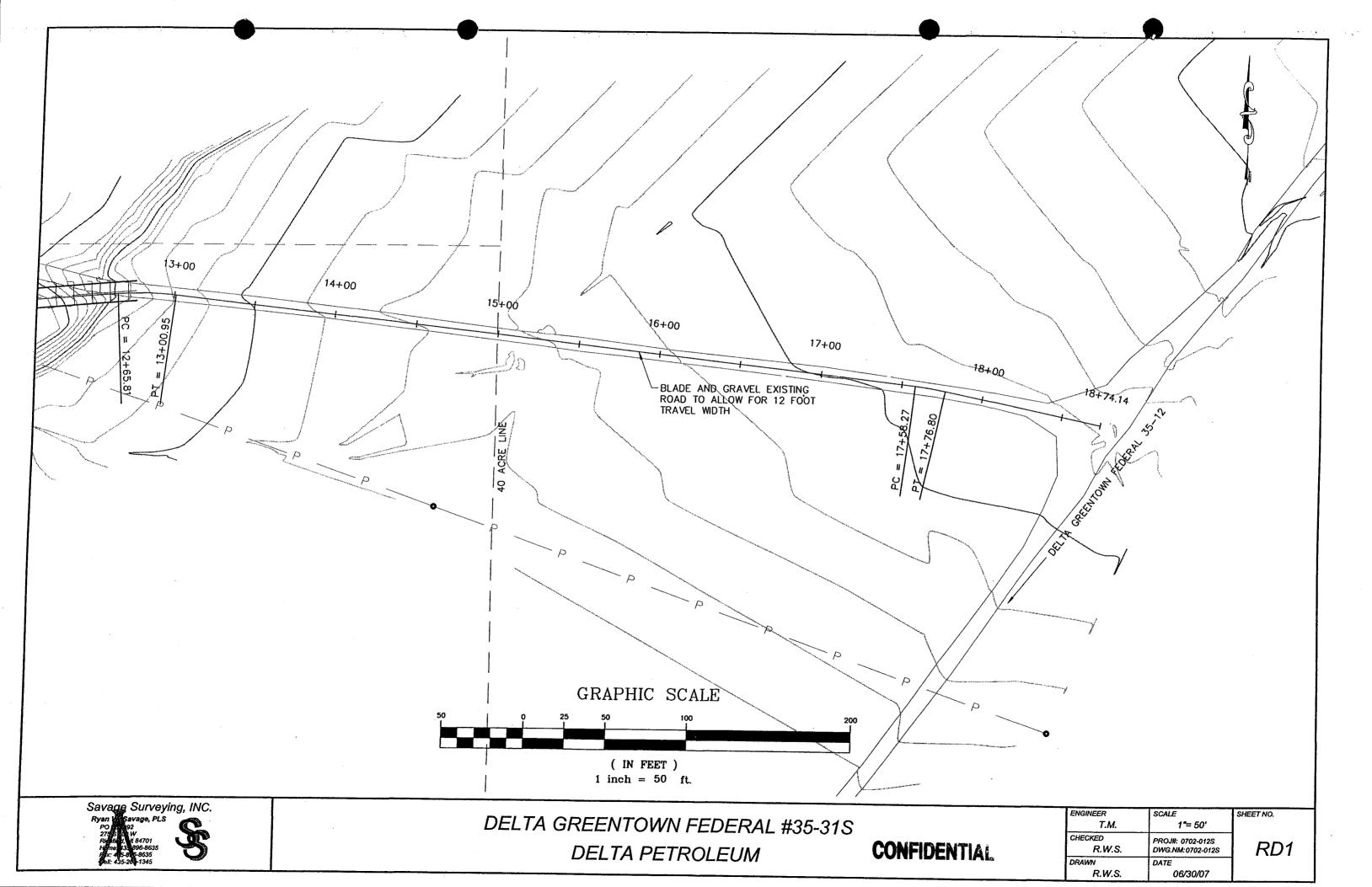
Title

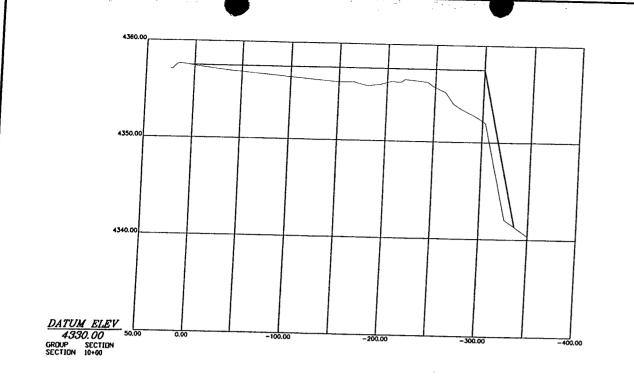
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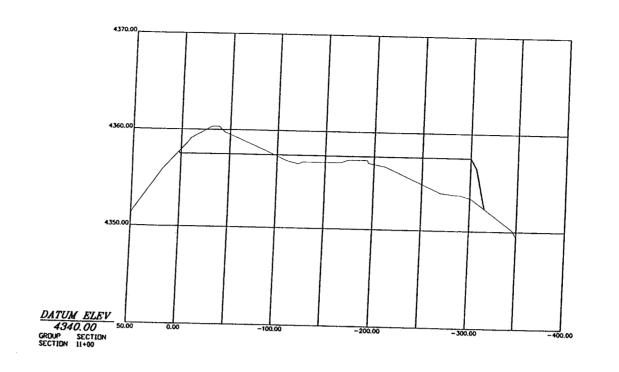


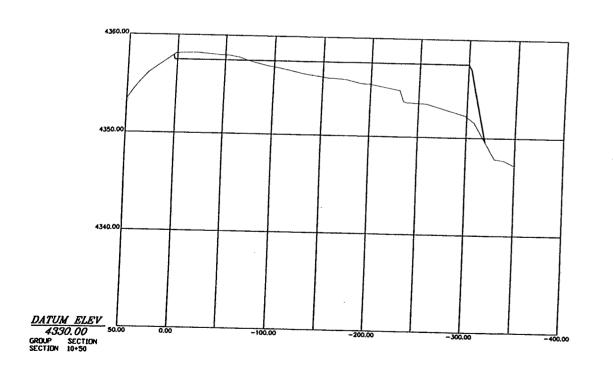


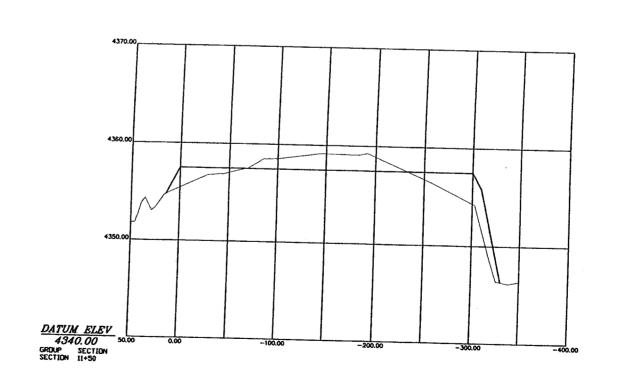










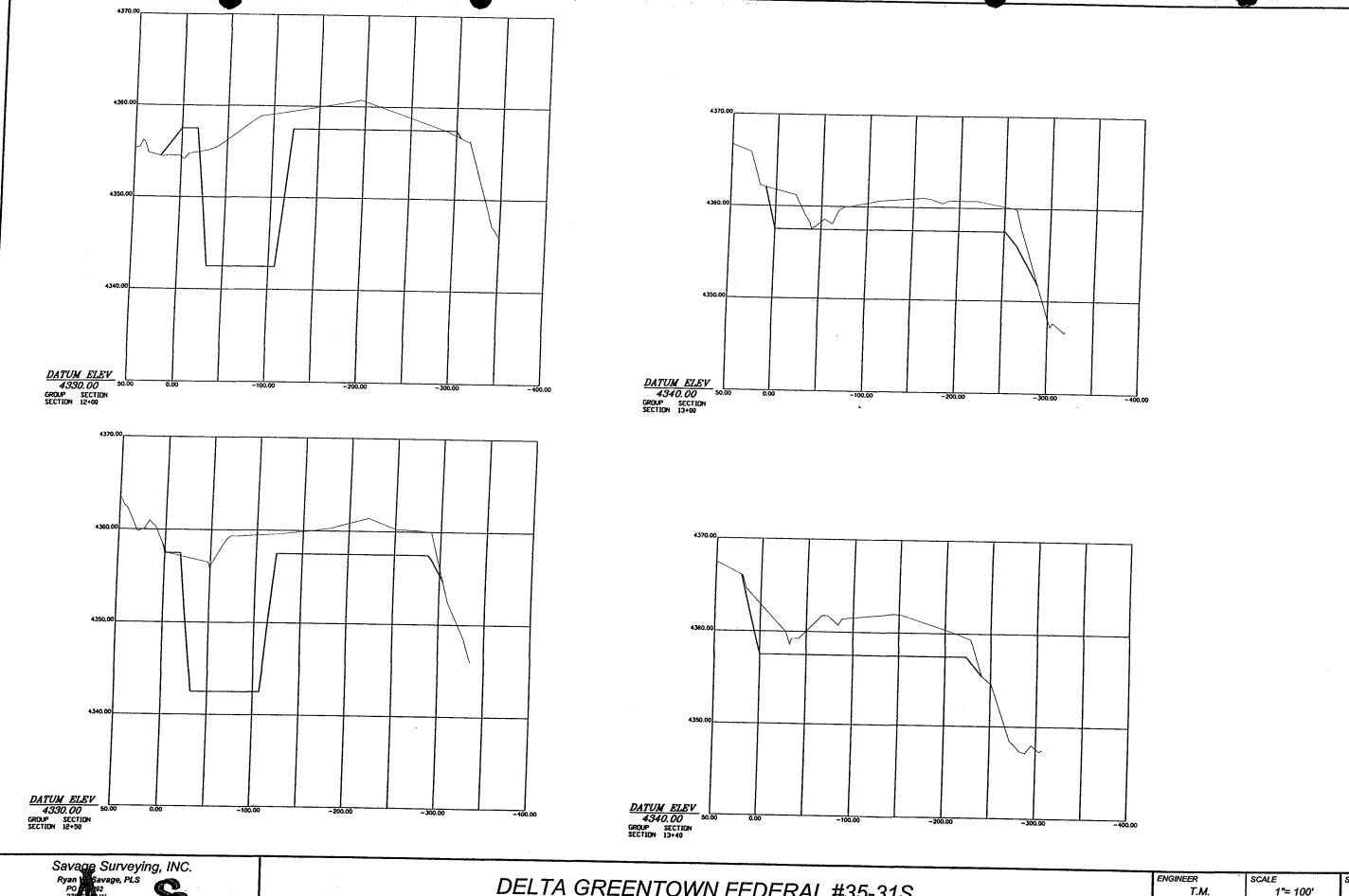


Savage Surveying, INC.
Ryan V Savage, PLS
PO 100102
275 \$ 1 W
Righter, N 84701
Home 133 896-8635
First 45-8635
First 45-8635
First 45-8635

DELTA GREENTOWN FEDERAL #35-31S DELTA PETROLEUM

CONFIDENTIAL

ENGINEER T.M.	SCALE 1"= 100'	SHEET NO.
CHECKED R.W.S.	PROJ#: 0702-012S DWG.NM: 0702-012S	CS-
DRAWN R.W.S.	DATE 06/30/07	



DELTA GREENTOWN FEDERAL #35-31S DELTA PETROLEUM

CONFIDENTIAL

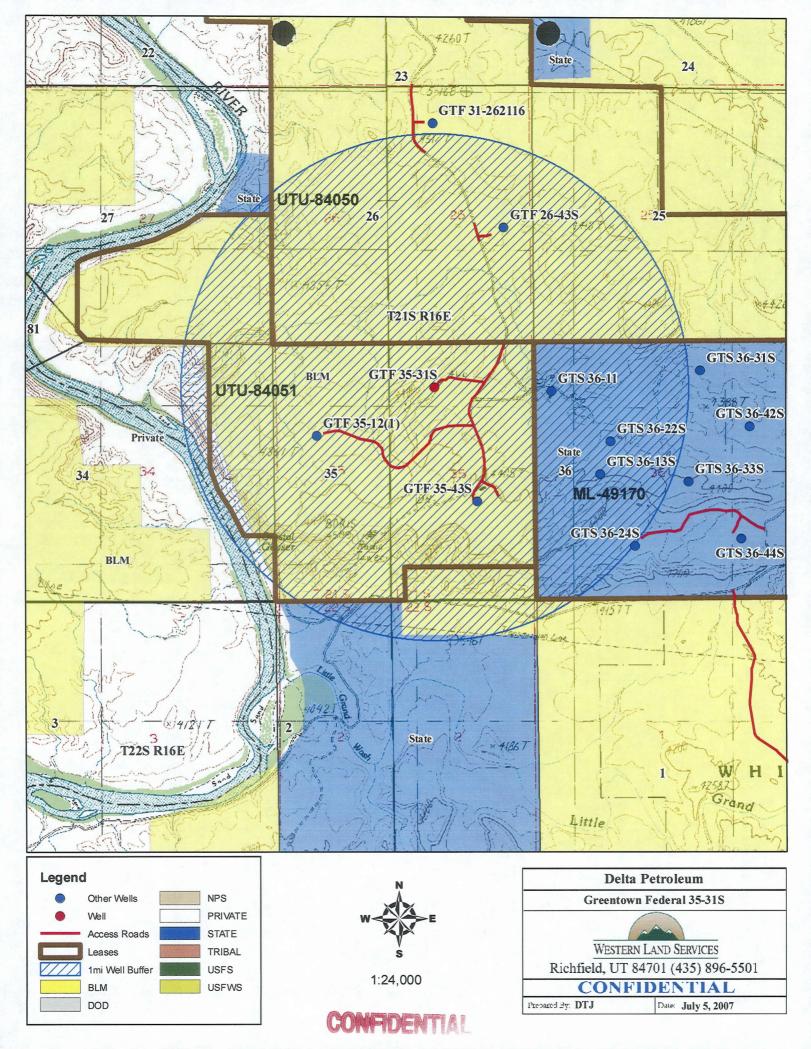
ENGINEER
T.M. 1"= 100'

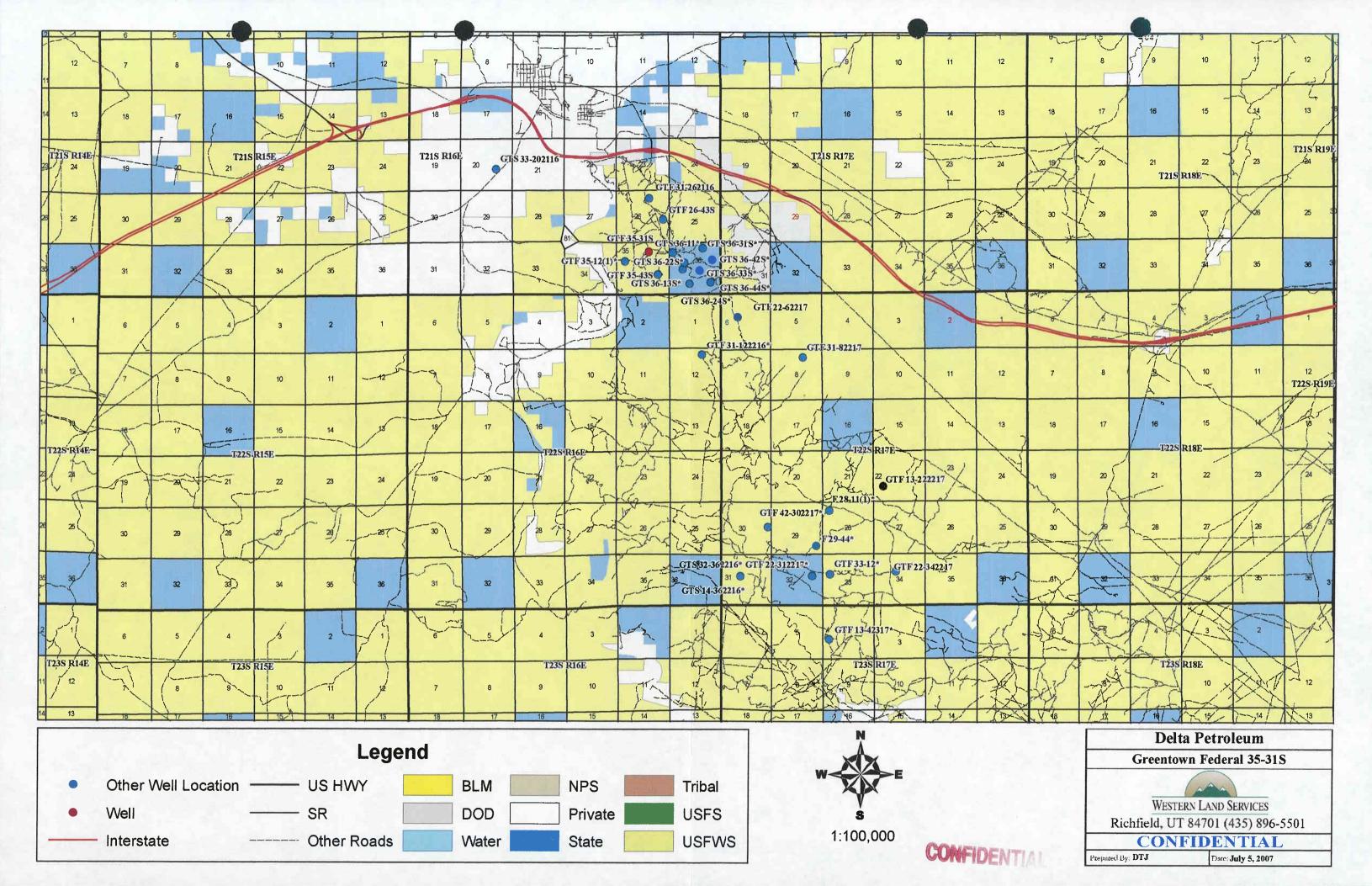
CHECKED PROJ#: 0702-012S
R.W.S. DWG.NM: 0702-012S

DRAWN DATE

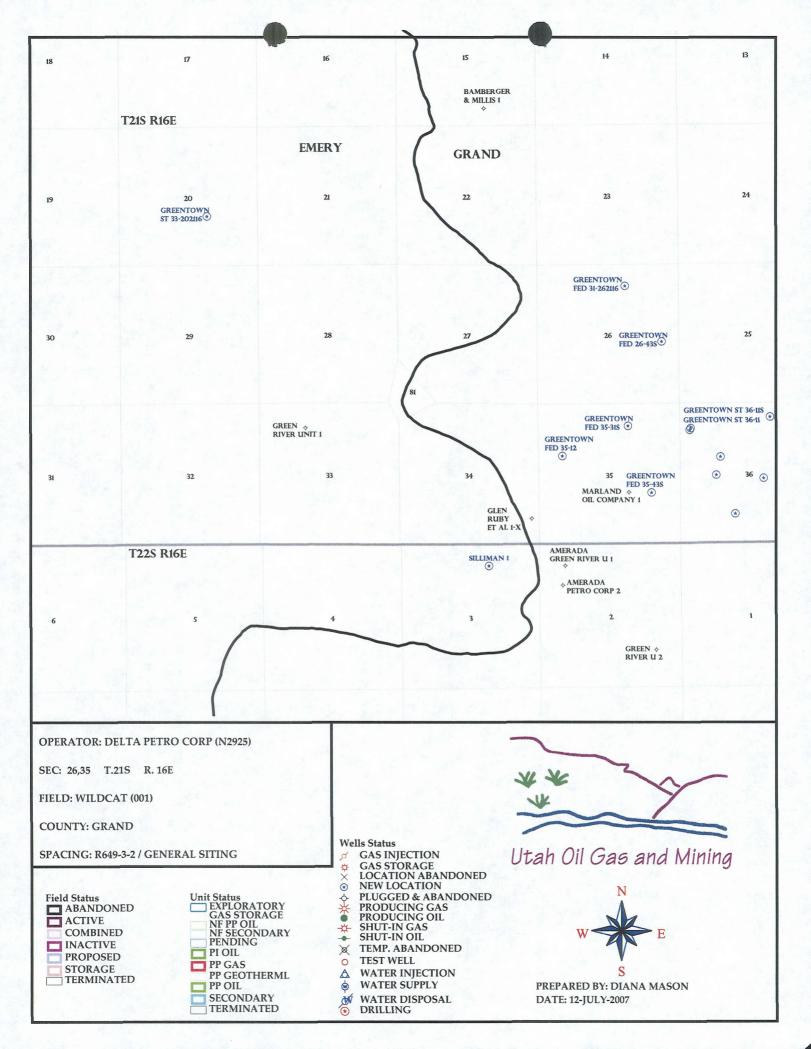
DATE

OR/20/07





APD RECEIVED: 07/09/2007	API NO. ASSIGNED: 43-019-3154	19
	111 No. 18816NB. 13 013 3134	
WELL NAME: GREENTOWN FED 35-31S OPERATOR: DELTA PETROLEUM CORP (N2925)	PHONE NUMBER: 303-575-0323	
OPERATOR: DELTA PETROLEUM CORP (N2925) CONTACT: TERRY HOFFMAN	FHORE NOMBER: 303 373 0323	
PROPOSED LOCATION:	INSPECT LOCATN BY: / /	
NWNE 35 210S 160E SURFACE: 0870 FNL 1941 FEL	Tech Review Initials Da	te
BOTTOM: 0870 FNL 1941 FEL	Engineering	,
COUNTY: GRAND	Geology	
LATITUDE: 38.94781 LONGITUDE: -110.1214 UTM SURF EASTINGS: 576140 NORTHINGS: 43111	Surface	
FIELD NAME: WILDCAT (1	45	
LEASE NUMBER: UTU-84051 SURFACE OWNER: 1 - Federal RECEIVED AND/OR REVIEWED:	PROPOSED FORMATION: WHRM COALBED METHANE WELL? NO LOCATION AND SITING:	
Plat Bond: Fed[1] Ind[] Sta[] Fee[]	R649-2-3.	
(No. UTB000200)	Unit:	
Potash (Y/N)	R649-3-2. General	11
Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit	Siting: 460 From Qtr/Qtr & 920' Between R649-3-3. Exception	
(No. MUNICIPAL)		
RDCC Review (Y/N)	Drilling Unit Board Cause No:	
(Date:) NUM Fee Surf Agreement (Y/N)	Eff Date:	
Intent to Commingle (Y/N)	Siting:	
intent to commingle (1/N)	R649-3-11. Directional Drill	
COMMENTS: STIPULATIONS: 1- Je der Depro		
2- Spacing St	· · · · · · · · · · · · · · · · · · ·	





State A Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

July 12, 2007

Delta Petroleum Corporation 370 17th St., #4300 Denver, CO 80202

Re: Greentown Federal 35-31S Well, 870' FNL, 1941' FEL, NW NE, Sec. 35, T. 21 South,

R. 16 East, Grand County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-019-31549.

Sincerely,

Gil Hunt

Associate Director

Silth

pab Enclosures

cc: Grand County Assessor

Bureau of Land Management, Moab Office



Operator:	Delta Petroleum Corporation Greentown Federal 35-31S 43-019-31549 UTU-84051		
Well Name & Number			
API Number:			
Location: NW NE	Sec. 35	T. 21 South	R. 16 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE ON FIDENTIAL DIVISION OF OUR GAS AND MINING

DIVISION OF OIL, GAS AND MINING			5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-84051
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			7. UNIT or CA AGREEMENT NAME: N/A
1. TYPE OF WELL OIL WELL	✓ GAS WELL ☐ OTHER		8. WELL NAME and NUMBER: Greentown Federal 35-31S
2. NAME OF OPERATOR:			9. API NUMBER:
Delta Petroleum Corporati	on		4301931549
3. ADDRESS OF OPERATOR: 370 17th st. Suite4300 CIT	Denver STATE CO ZIP 80021	PHONE NUMBER: (303) 575-0397	10. FIELD AND POOL, OR WILDCAT: Exploratory
4. LOCATION OF WELL FOOTAGES AT SURFACE: 870' F	NL & 1941' FEL		county: Grand
QTR/QTR, SECTION, TOWNSHIP, RAN	GE, MERIDIAN: NWNE 35 21S 16E S		STATE: UTAH
11. CHECK APPI	ROPRIATE BOXES TO INDICATE NATUR	RE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT	ACIDIZE DEEPE	N	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING FRACT	URE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR NEW C	CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS OPERA	ATOR CHANGE	TUBING REPAIR
	CHANGE TUBING PLUG	AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT	CHANGE WELL NAME PLUG	BACK	WATER DISPOSAL
(Submit Original Form Only)	CHANGE WELL STATUS PROD	JCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion:	COMMINGLE PRODUCING FORMATIONS RECLA	MATION OF WELL SITE	✓ other: Renew APD
		MPLETE - DIFFERENT FORMATION	<u> </u>
	OMPLETED OPERATIONS. Clearly show all pertinent details on requests the renewal of the Permit to E Approved b Utah Division Oil, Gas and Date:	Orill the above reference by the on of	
By:			
Date: 7.7.2008			
Initials: <u>KS</u>			
NAME (PLEASE PRINT) Kate Shirl	еу	TITLE Regulatory Tech	nician
SIGNATURE Kalo	Shul	DATE 6/18/2008	
			

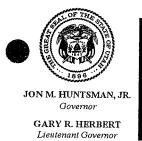
RECEIVED

(This space for State use only)



Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

Well Name: Greentown Federal 35-31S
Location: 870' FNL & 1941' FEL NWNE S35-T21S-R16E
Company Permit Issued to: Delta Petroleum Corporation
Date Original Permit Issued: 7/12/2007
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some item's related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes \square No \square
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes □ No ☑
Has the approved source of water for drilling changed? Yes □ No ☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
Is bonding still in place, which covers this proposed well? Yes ☑No□
Signature 6/18/2008 Date
Title: Regulatory Technician
regulatory recumenan
Representing: Delta Petroleum Corporation
RECEIVE



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 22, 2009

Delta Petroleum Corporation 370 17TH Street Ste. 4300 Denver, CO 80202

Re:

APD Rescinded - Greentown Federal 35-31S, Sec.35, T.21S, R. 16E

Grand County, Utah API No. 43-019-31549

Ladies and Gentlemen:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on July 12, 2007. On July 1, 2008, the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective September 22, 2009.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

ione Masim

cc:

Well File

Bureau of Land Management, Moab

